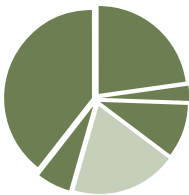


## ENTERPRISE FUNDS

THESE FUNDS CONSIST OF UTILITIES, RECREATIONAL FACILITIES AND CONTRACTUAL POLICE SERVICES primarily supported by user fees. Operating expenses do not include debt service expenses, capital outlay or transfers to other funds. Utility fees were not increased in 2003.

		2003 BUDGET	2004 BUDGET	AVERAGE FEE PER MONTH
COMMUNITY SERVICES	RECREATIONAL FACILITIES	\$4,076,474	\$4,181,189	\$1.50***
PUBLIC SAFETY	CONTRACTUAL POLICE	619,800	619,800	--
PUBLIC WORKS	SOLID WASTE MANAGEMENT	712,754	757,518	1.66**
	STORM WATER UTILITY	2,194,908	2,363,377	3.82
	WASTE WATER UTILITY	7,987,948	8,349,405	10.19
	WATER UTILITY	8,790,883	9,111,182	14.56*
TECHNICAL SERVICES	MOTOR VEHICLE OFFICE	460,389	472,414	--

\*Based on 7,500 gallons per month.  
\*\*Residents receive a 78 cent recycling credit per month from a county grant.  
\*\*\*Average property tax cost for median home per month.

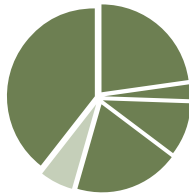


## INTERNAL SERVICES FUNDS

THESE FUNDS FINANCE INTERDEPARTMENTAL GOODS AND SERVICES ON A COST-REIMBURSEMENT basis. Internal Services Funds are supported by user fees already included as expenses to other funds in this report. Operating expenses do not include debt service, capital outlay or transfers to other funds.

	2003 BUDGET	2004 BUDGET
EQUIPMENT POOL	\$3,840,515	\$3,879,282
FACILITIES REPLACEMENT	4,015,065	3,533,190
INFORMATION SYSTEMS	3,221,939	3,318,932
INSURED BENEFITS	5,127,675	5,852,100
PUBLIC SAFETY RADIO	565,149	550,135
SELF-INSURANCE	**	**
SUPPORT SERVICES	630,791	586,417

\*\*Working capital goals/insurance reserves established and maintained.



## SPECIAL REVENUE FUNDS

THESE FUNDS ACCOUNT FOR REVENUES USED FOR SPECIFIC PURPOSES, INCLUDING HOUSING and community development, communications, public health initiatives and law enforcement activities.

		2003 BUDGET	2004 BUDGET	FUNDING
COMMUNITY DEVELOPMENT	AIRPORT SOUTH ENVIRONMENT REVIEW	\$150,000	\$30,000	Environmental review fees
COMMUNITY SERVICES	COMMUNICATIONS	1,273,914	868,920	Franchise fee/other fund charges
	PUBLIC HEALTH SPECIAL REVENUE	801,400	809,073	Funded by state grants
PUBLIC SAFETY	PENSION RESIDUAL ASSET FUND	7,036,575	4,615,846	One-time reimbursement*
	POLICE SPECIAL REVENUE	234,000	226,696	Forfeited assets and grants

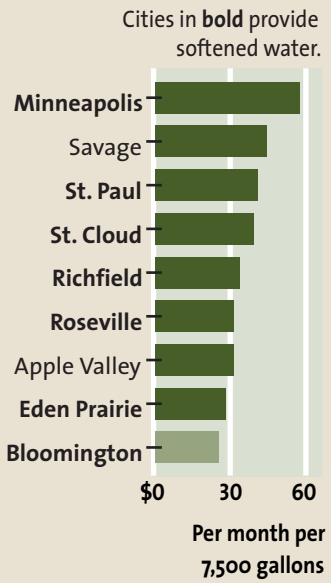
\*Used for new Police headquarters and ongoing Police operations.

## 2003 RESIDENTIAL WATER AND SEWER RATE SURVEY

MONTHLY COSTS TO RESIDENTS IN NINE cities for water and sewer service varied greatly in 2003, from \$25.57 per 7,500 gallons in Bloomington to \$58.08 in Minneapolis. Most of the cities, including Bloomington, soften their water before distribution to residents.

The City's softened water and sewer services are bargains at only 1 cent per 2.9 gallons – another example of how the City's quality services are a good value for your tax dollar.

### WATER AND SEWER RATES



## MEETING WATER NEEDS CITY WINS PROJECT OF THE YEAR AWARD

IN 2003, THE CITY OF BLOOMINGTON captured the Minnesota Public Works Association's Project of the Year Award for its Water Treatment Plant expansion project. Completed in fall 2002, the expansion doubled the plant's groundwater treatment capacity and allows the City to meet Bloomington's growing residential and commercial drinking water needs. Judges praised the City for its outstanding work during construction including:

- Implementing good management techniques and completing the project on schedule.
- Maintaining an excellent safety performance and good overall safety program.
- Improving community relations by minimizing inconvenience, protecting lives and property through safety precautions, and providing observation areas and tours.
- Protecting the environment.
- Maintaining quality control and utilizing time and/or money-saving techniques.